STATE OF MAINE
PUBLIC UTILITIES COMMISSION

September 19, 2000

ORDER (Part 1)

CONSUMERS MAINE WATER COMPANY-MILLINOCKET Docket No. 2000-96

Proposed Rate Change (7.65% Increase in Revenue)

CONSUMERS MAINE WATER COMPANY-CAMDEN/ROCKLAND

Docket No. 2000-175

Proposed Rate Change (5.88% Increase in Revenue)

WELCH, Chairman; NUGENT and DIAMOND, Commissioners

I. SUMMARY

We allow Consumers Maine Water Company's Millinocket Division to increase its rates by 4.31% and the Camden & Rockland Division by 2.62%. We find that the weighted average cost of capital for both divisions is 9.64%.

II. DECISION

On February 4, 2000, CMWC filed its application for a 7.65% overall increase in rates (\$89,800) for the Millinocket Division. It filed its application for a 5.88% increase in rates (\$220,000) for the Camden & Rockland Division on February 29, 2000.

We deliberated both cases on September 11, 2000. Based on our analysis of the evidence presented in these proceedings, we find that the revenue increase for the Millinocket Division is \$50,593 and the Camden & Rockland Division of \$97,814. Our decision is reflected in the attached Exhibits 1, 2 and 3. This decision is based on a 10.0% cost of equity and on the weighted average cost of capital of 9.64%.

Pursuant to Chapter 110, § 1003(b) of the Commission's rules, the Commission will issue its decision in this case in two parts. Part 1, issued at this time states the revenue increase findings of the Commission. The second part, to be issued on or before September 25, 2000, we state in detail the factual findings underlying those conclusions.

Accordingly, we

ORDER

- 1. That the Millinocket Division of Consumers Maine Water Company file rate schedules in compliance with the findings described in the body of this Order. The rate schedules filed on February 4, 2000, are denied effect as unreasonable.
- 2. That the Camden & Rockland Division file rate schedules in compliance with findings described in the body of this Order. The rate schedules filed on February 29, 2000, are denied effect as unreasonable.

Dated at Augusta, Maine, this 19th day of September, 2000.

BY ORDER OF THE COMMISSION

Dennis L. Keschl
Administrative Director

COMMISSIONERS VOTING FOR: Welch

Nugent Diamond

NOTICE OF RIGHTS TO REVIEW OR APPEAL

5 M.R.S.A. § 9061 requires the Public Utilities Commission to give each party to an adjudicatory proceeding written notice of the party's rights to review or appeal of its decision made at the conclusion of the adjudicatory proceeding. The methods of review or appeal of PUC decisions at the conclusion of an adjudicatory proceeding are as follows:

- 1. <u>Reconsideration</u> of the Commission's Order may be requested under Section 1004 of the Commission's Rules of Practice and Procedure (65-407 C.M.R.110) within 20 days of the date of the Order by filing a petition with the Commission stating the grounds upon which reconsideration is sought.
- 2. <u>Appeal of a final decision</u> of the Commission may be taken to the Law Court by filing, within 30 days of the date of the Order, a Notice of Appeal with the Administrative Director of the Commission, pursuant to 35-A M.R.S.A. § 1320(1)-(4) and the Maine Rules of Civil Procedure, Rule 73, et seq.
- 3. <u>Additional court review</u> of constitutional issues or issues involving the justness or reasonableness of rates may be had by the filing of an appeal with the Law Court, pursuant to 35-A M.R.S.A. § 1320(5).

Note: The attachment of this Notice to a document does not indicate the Commission's view that the particular document may be subject to review or appeal. Similarly, the failure of the Commission to attach a copy of this Notice to a document does not indicate the Commission's view that the document is not subject to review or appeal.